

ND STATE BONDING FUND

State Investment Board Balance Sheet As of 5/31/2004

	As of <u>5-31-04</u>	As of <u>6-30-03</u>
ASSETS:		
INVESTMENTS (AT MARKET)		
DOMESTIC EQUITIES	\$ 1,186,682	\$ 1,547,048
INTERNATIONAL EQUITIES	398,498	526,414
DOMESTIC FIXED INCOME	1,952,702	2,521,469
INVESTED CASH (NOTE 1)	<u>414,648</u>	<u>513,351</u>
TOTAL INVESTMENTS	3,952,530	5,108,282
RECEIVABLES		
DIVIDEND/INTEREST RECEIVABLE	24,730	30,317
OTHER ASSETS		
DUE FROM OTHER AGENCIES (NOTE 2)	<u>44</u>	<u>89</u>
TOTAL ASSETS	<u>\$ 3,977,304</u>	<u>\$ 5,138,688</u>
LIABILITIES:		
ACCOUNTS PAYABLE	2,650	2,650
DUE TO OTHER AGENCIES (NOTE 3)	<u>0</u>	<u>0</u>
TOTAL LIABILITIES	2,650	2,650
NET ASSETS AVAILABLE:		
NET ASSETS AVAILABLE BEGIN OF YEAR	5,136,038	4,781,300
CASH IN DURING YEAR (NOTE 4)	0	0
CASH OUT DURING YEAR (NOTE 5)	1,500,000	0
NET INCREASE (DECREASE)	<u>338,616</u>	<u>354,738</u>
NET ASSETS AVAILABLE END OF PERIOD	<u>3,974,654</u>	<u>5,136,038</u>
TOTAL LIABILITIES & NET ASSETS AVAILABLE	<u>\$ 3,977,304</u>	<u>\$ 5,138,688</u>

ND STATE BONDING FUND

State Investment Board Profit and Loss Statement For the Month Ended 5/31/2004

	Month Ended <u>5-31-04</u>	<u>Year-to-Date</u>
INVESTMENT INCOME		
INTEREST/DIVIDEND INCOME	\$ 10,642	\$ 121,420
SECURITIES LENDING INCOME	783	6,261
	<u>11,425</u>	<u>127,681</u>
 GAIN ON SALE OF INVESTMENTS	 63,507	 421,528
LOSS ON SALE OF INVESTMENTS	<u>40,901</u>	<u>235,454</u>
 NET GAINS (LOSSES) INVESTMENTS	 22,606	 186,074
 INVESTMENT EXPENSES	 693	 8,992
SECURITIES LENDING EXPENSES	610	5,082
SIB ADMIN EXPENSES	<u>28</u>	<u>794</u>
 NET INVESTMENT INCOME	 32,700	 298,887
 NET APPREC (DEPREC) MARKET VALUE	 (33,977)	 39,546
MISCELLANEOUS INCOME/(EXPENSE)	<u>0</u>	<u>183</u>
 TOTAL INVESTMENT INCOME	 <u>(1,277)</u>	 <u>338,616</u>
 NET INCREASE (DECREASE)	 <u>\$ (1,277)</u>	 <u>\$ 338,616</u>

ND STATE BONDING FUND

State Investment Board SUPPLEMENTARY INFORMATION As of 5/31/2004

	As of <u>5/31/04</u>
ASSETS:	
INVESTMENTS (AT COST)	
LARGE CAP EQUITY	660,999
SMALL CAP EQUITY	188,695
CONVERTIBLE BONDS	<u>363,358</u>
TOTAL DOMESTIC EQUITIES	1,213,052
INTERNATIONAL EQUITY	375,564
FIXED INCOME	1,914,429
INVESTED CASH (NOTE 1)	<u>414,648</u>
TOTAL INVESTMENTS (AT COST)	<u><u>\$3,917,693</u></u>

ND STATE BONDING FUND
Notes To Financial Statements
May 31, 2004

The following notes to financial statements are intended to provide general descriptions of line items in the financial statements.

NOTE 1 **INVESTED CASH**

Cash invested in a money market demand account at the Bank of North Dakota.

NOTE 2 **DUE FROM OTHER AGENCIES**

Amounts paid in anticipation of the allocation of administrative expenses of RIO.

NOTE 3 **DUE TO OTHER AGENCIES**

Amounts owed to RIO for administrative and direct costs charged.

NOTE 4 **CASH IN DURING YEAR**

Cash transferred into investment accounts at The Northern Trust during the current fiscal year.

NOTE 5 **CASH OUT DURING YEAR**

Cash transferred out of investment accounts at The Northern Trust during the current fiscal year.